

FISCAL NOTE

SB 1798 - HB 1978

February 28, 2007

SUMMARY OF BILL: Increases from \$1.00 to \$2.00 the maximum per square foot residential development privilege tax that counties exhibiting certain growth characteristics are authorized to establish.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Revenues – Exceeds

\$1,750,000/Permissive

Increase Local Govt. Expenditures – Not Significant

Assumptions:

- At least 700 units per year averaging 2500 square feet would be subject to a privilege tax of \$2.00 per square foot.
- An increase in local government expenditures to implement the provisions of the bill. Such increase is estimated to be not significant.
- None of the counties that would be eligible for such a tax, based upon their growth characteristics, have enacted a tax within the last year which would have placed a moratorium on further increases for a period of four years.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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